

# FY 2017-18 Proposed Budget

**Presentation to Board of Supervisors  
June 13, 2017**



# FY 2017-18 Proposed Budget

**It is requested that the Board approve and provide any necessary direction on the following:**

- Adopt FY 2017-18 Interim Spending Plan
  - FY 2017-18 Proposed Budget
  - FY 2017-18 Proposed Budgets for Lighting Districts, County Service Areas and Sewer Maintenance Districts
- Introduce FY 2017-18 Personnel Allocation Ordinance
- Approve purchase of equipment as reflected on Master Fixed Asset List
- Designate unassigned carryover fund balance consistent with Budget and Financial Policy and Board identified priorities to be considered with the FY 2017-18 Final Budget

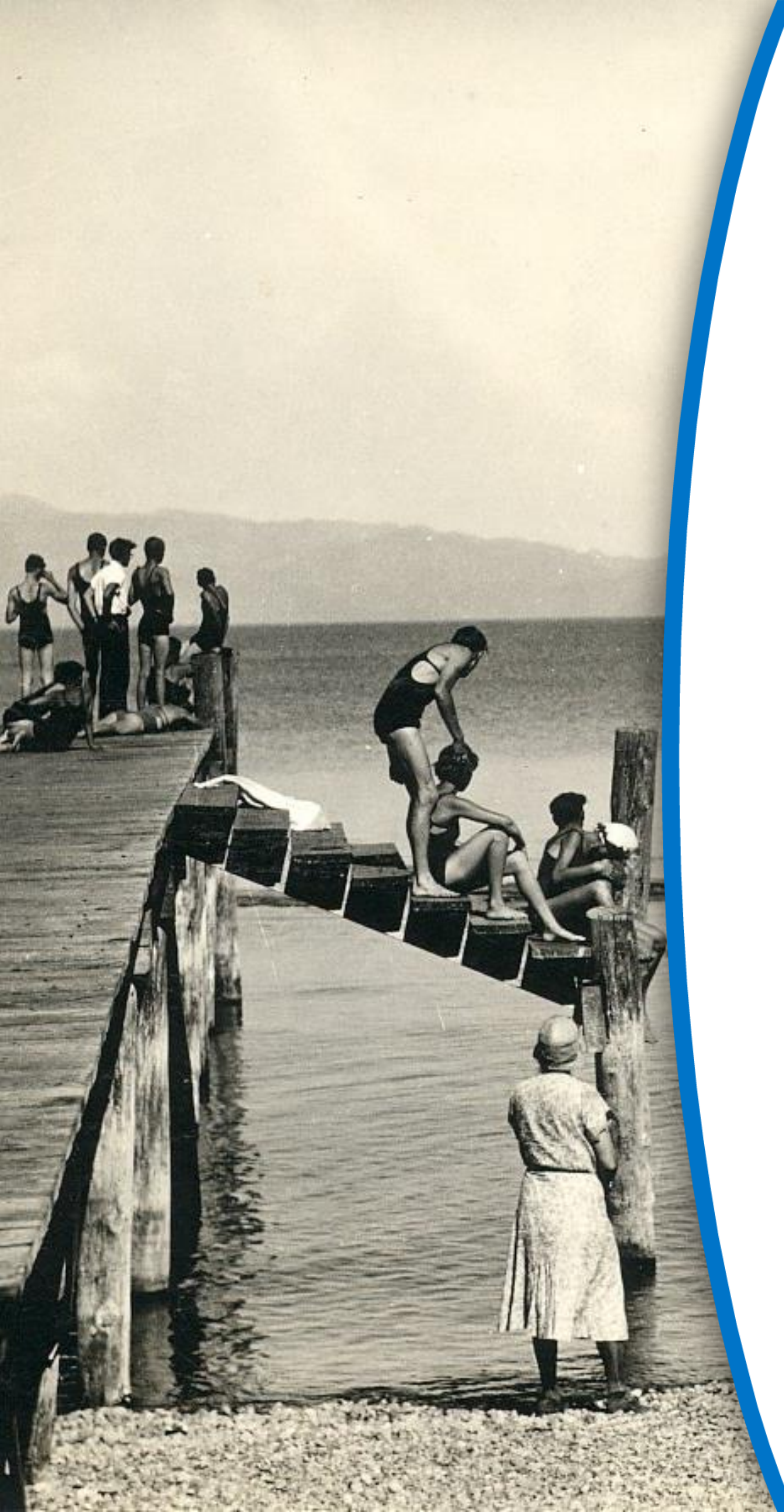


# FY 2017-18 Proposed Budget

## - Budget Development -

### Continued countywide development of FY 2017-18 Proposed Budget

- Mid-year Fiscal Update / FY 2017-18 Budget Consideration – March 2017
- FY 2017-18 Proposed Budget – June 2017
- Countywide Budget, Finance and Capital Facilities Workshop – July 2017
- FY 2017-18 Final Budget Public Hearing – September 2017





# FY 2017-18 Proposed Budget

## - Budget Development -

### Economy – Balancing continued improvement with fiscal sustainability

- Continued upward growth in countywide assessed valuation
- Modest growth in discretionary revenues tied to economy
- Declining unemployment – 4.0% (December 2016) vs. 4.6% (December 2015)
- State Budget Impacts – IHSS MOE Elimination
- Increasing costs for Countywide Salaries, CalPERS Retirement & Healthcare





# FY 2017-18 Proposed Budget - Budget Development -

## Recent Accomplishments / Ongoing Efforts

*Budget development builds upon FY 2016-17 accomplishments and current efforts:*

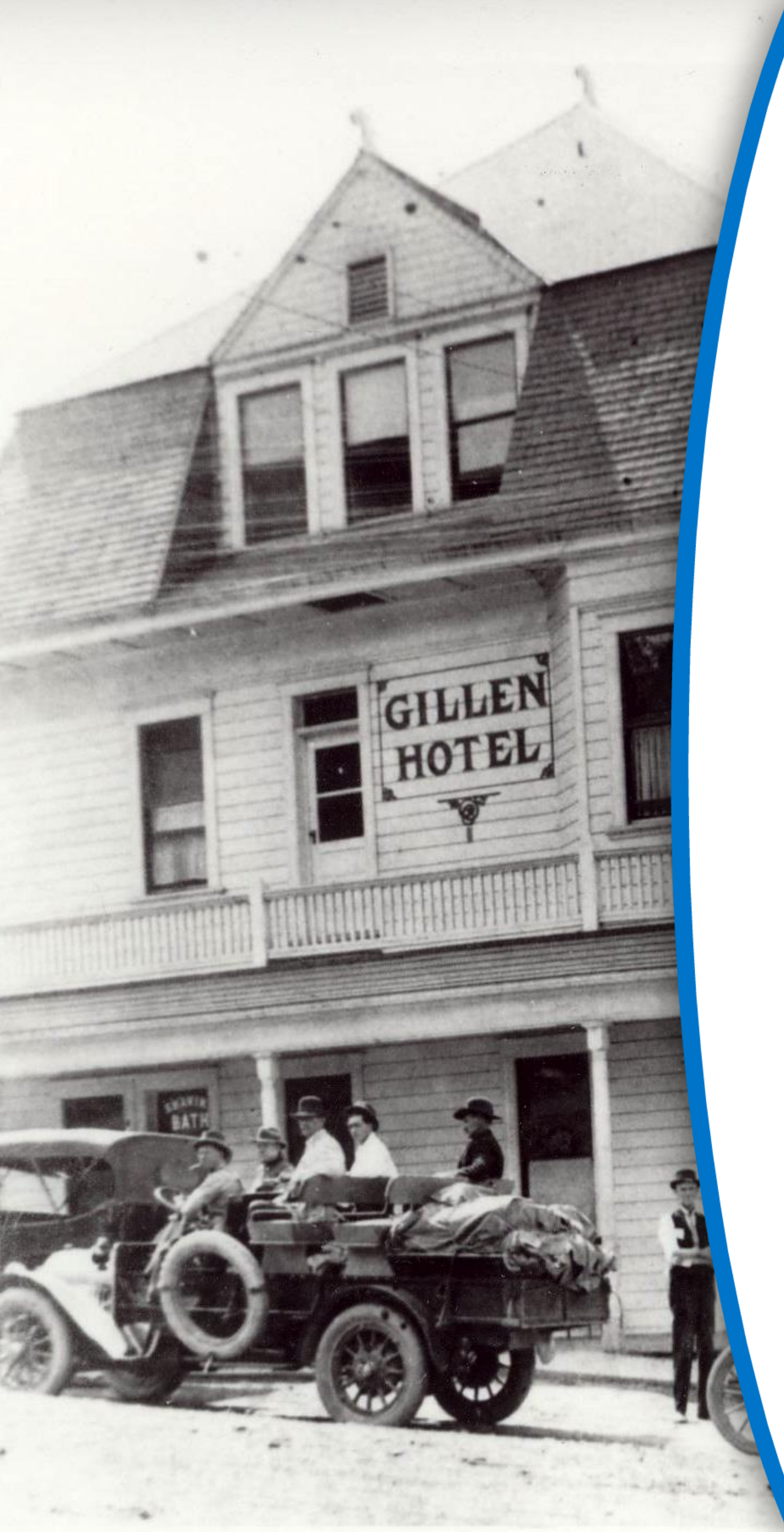
- Organizational fiscal sustainability
- Focus on development
- Implementation of the Criminal Justice Master Plan
- Housing shortfall and homelessness
- Environmental sustainability
- Approach to funding Unfunded Actuarial Accrued Liabilities
- Continued transition to Priority Based Budgeting
- Commitment to transparency, communication, employee engagement and succession planning



# FY 2017-18 Proposed Budget - Budget Development -

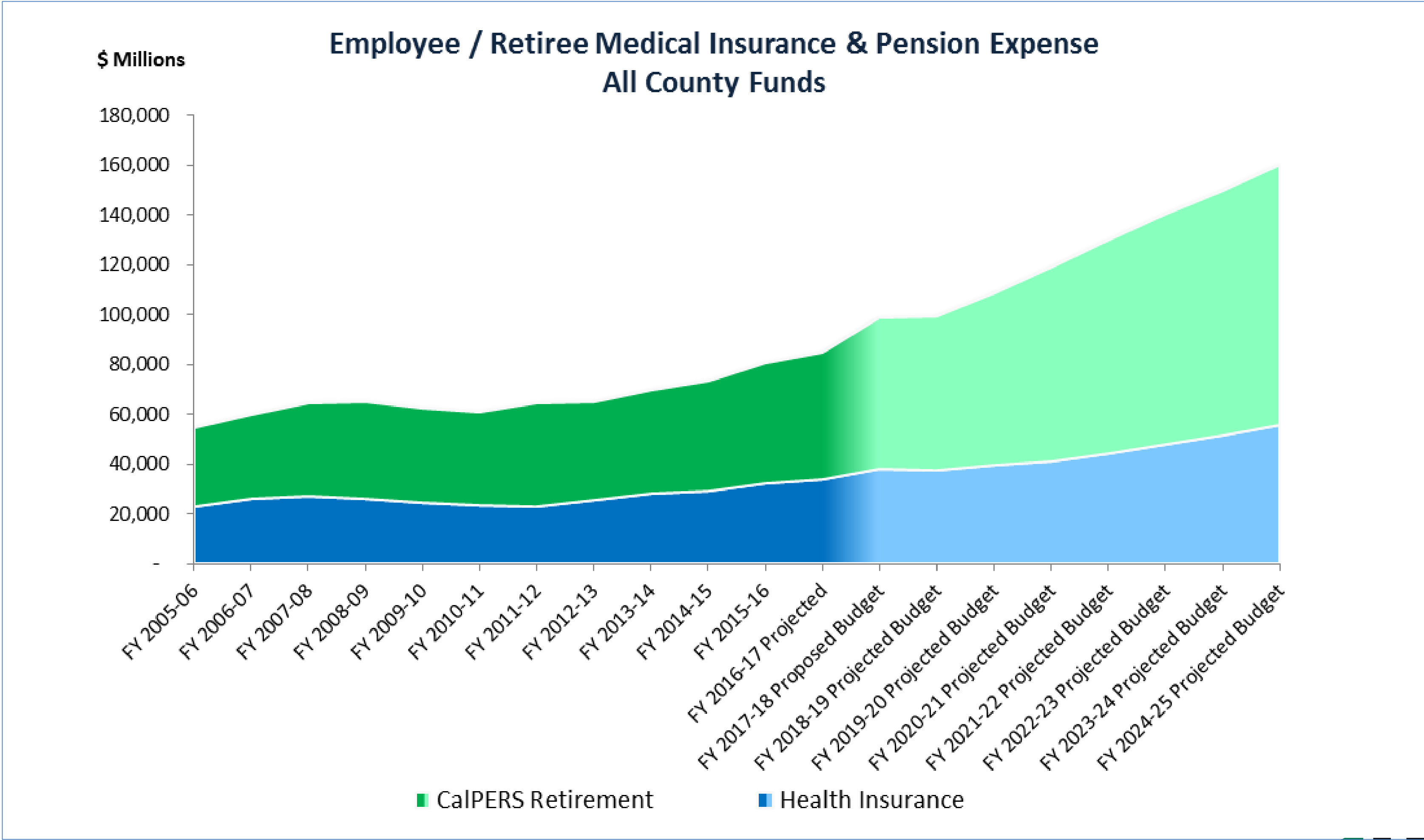
## Current/Emerging Priorities & Noteworthy Changes

- Stabilization of Library Services
- Fire Services Delivery Model
- County Capital Facilities and Potential Financing
- Public Safety General Fund Contribution
- Funding CalPERS Retirement / Other Post- Employment Benefits



# FY 2017-18 Proposed Budget

## - Countywide Budget -





# FY 2017-18 Proposed Budget

## - Countywide Budget -

### FY 2017-18 Recommended Priority Supplementals

Recommended Supplemental Requests		
Recommended in PB	Deferred to FB	Not Recommended
\$ 3,672,442	\$ 10,528,355	\$ 973,437

- \$3.67 million in priority supplement requests recommended for inclusion in the FY 17-18 Proposed Budget
- \$10.5 million in supplemental requests tentatively deferred to final budget based on resulting one-time funding availability.



# FY 2017-18 Proposed Budget

## - Countywide Budget -

Net Budget					
Fund	FY 2016-17 Final Budget	FY 2017-18 Dept Submitted Base	FY 2017-18 Department Requested	FY 2017-18 CEO Recommended	\$ Change FY 2017-18 Recommended to FY 2016-17
General Fund	\$ 451,927,218	\$ 447,756,544	\$ 461,284,511	\$ 459,331,669	\$ 7,404,451
Public Safety Fund	180,428,666	183,399,712	186,591,506	182,143,922	1,715,256
Road Fund	77,541,516	58,400,546	61,183,303	58,396,272	(19,145,244)
Capital Projects Fund	70,589,797	72,862,686	72,862,686	63,782,035	(6,807,762)
Other Funds	35,293,541	32,470,849	33,552,855	32,841,208	(2,452,333)
<b>All Operating Funds</b>	<b>\$ 815,780,738</b>	<b>\$ 794,890,337</b>	<b>\$ 815,474,861</b>	<b>\$ 796,495,106</b>	<b>\$ (19,285,632)</b>

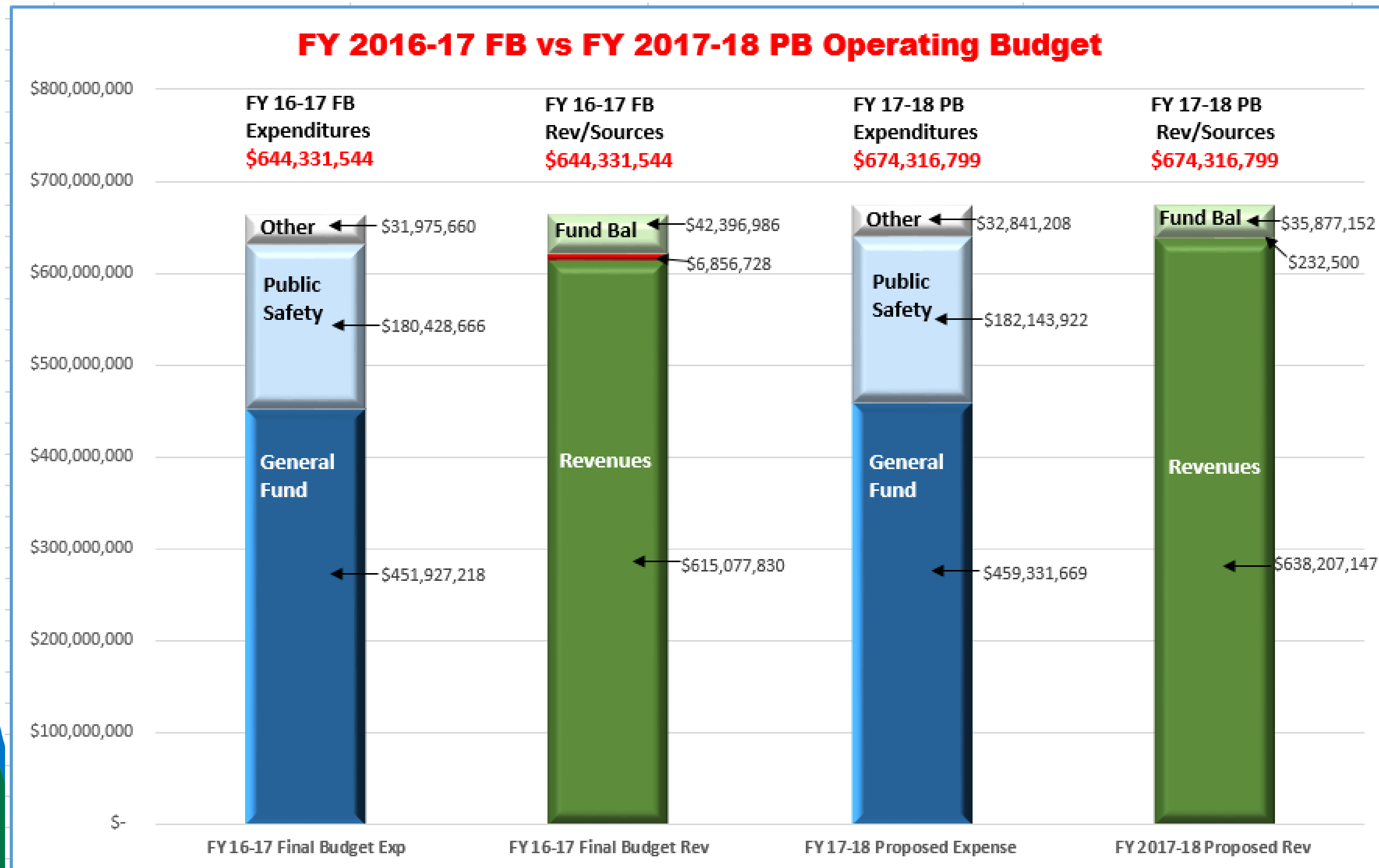
### FY 2017-18 Recommended Operating Budget - \$796.5 million

- General Fund           +\$7.4 million           ( 1.6%)
- Public Safety Fund   +\$1.7 million           ( 1.0%)
- Infrastructure Funds   -\$28.4 million       (-15.5%)





# FY 2017-18 Proposed Budget - Countywide Budget -



- \$35.9 Million in Carry Over Fund Balance Required to Balance FY 17-18 Proposed Budget.
- \$233k in Reserve Cancellations for FY 17-18 Proposed Budget. \$6.9M in FY 16-17 Final Budget.

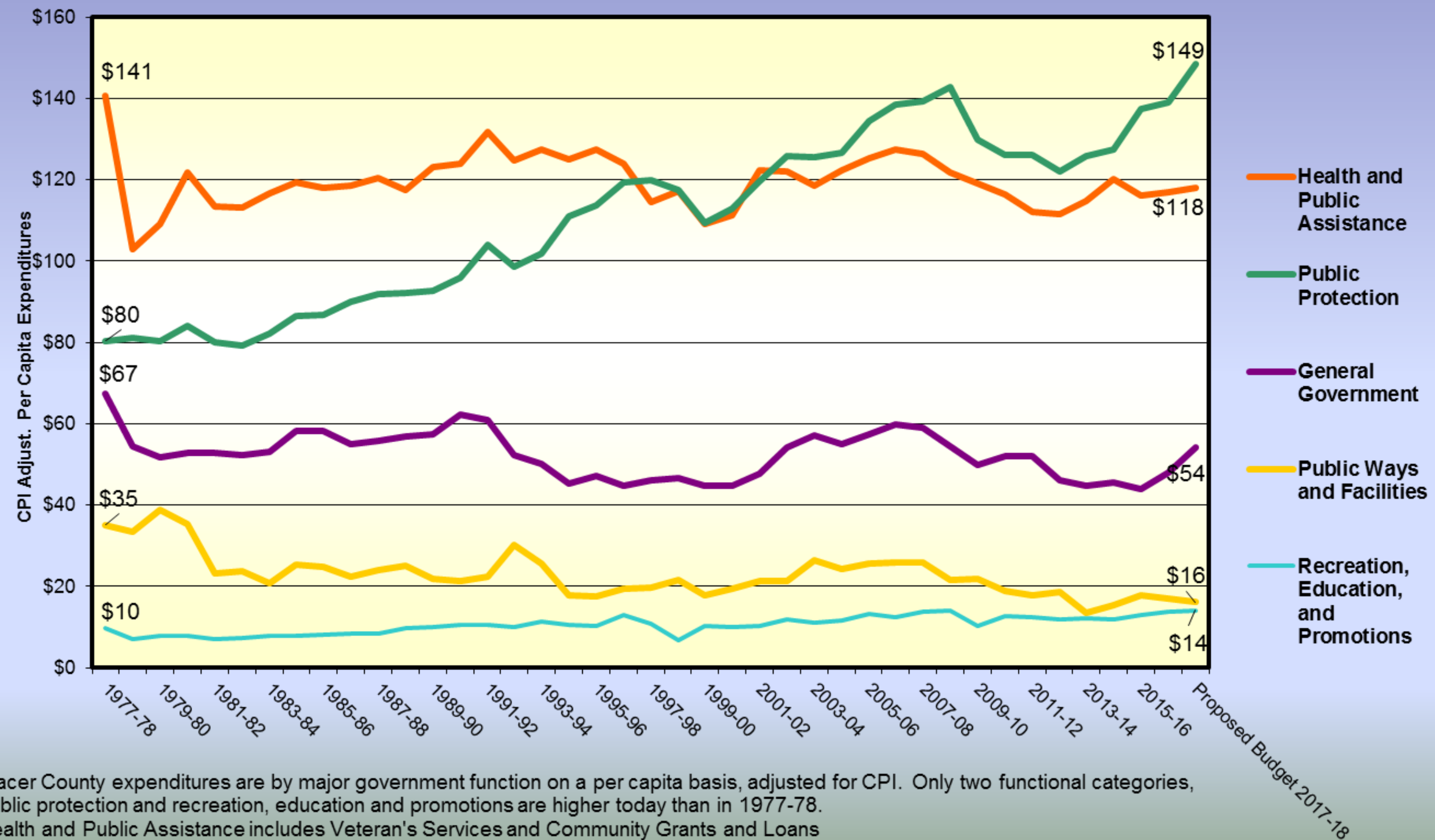


# FY 2017-18 Proposed Budget

## - Countywide Budget -

### PER CAPITA OPERATING EXPENDITURE

FY 1977-78 through Proposed Budget FY 2017-18



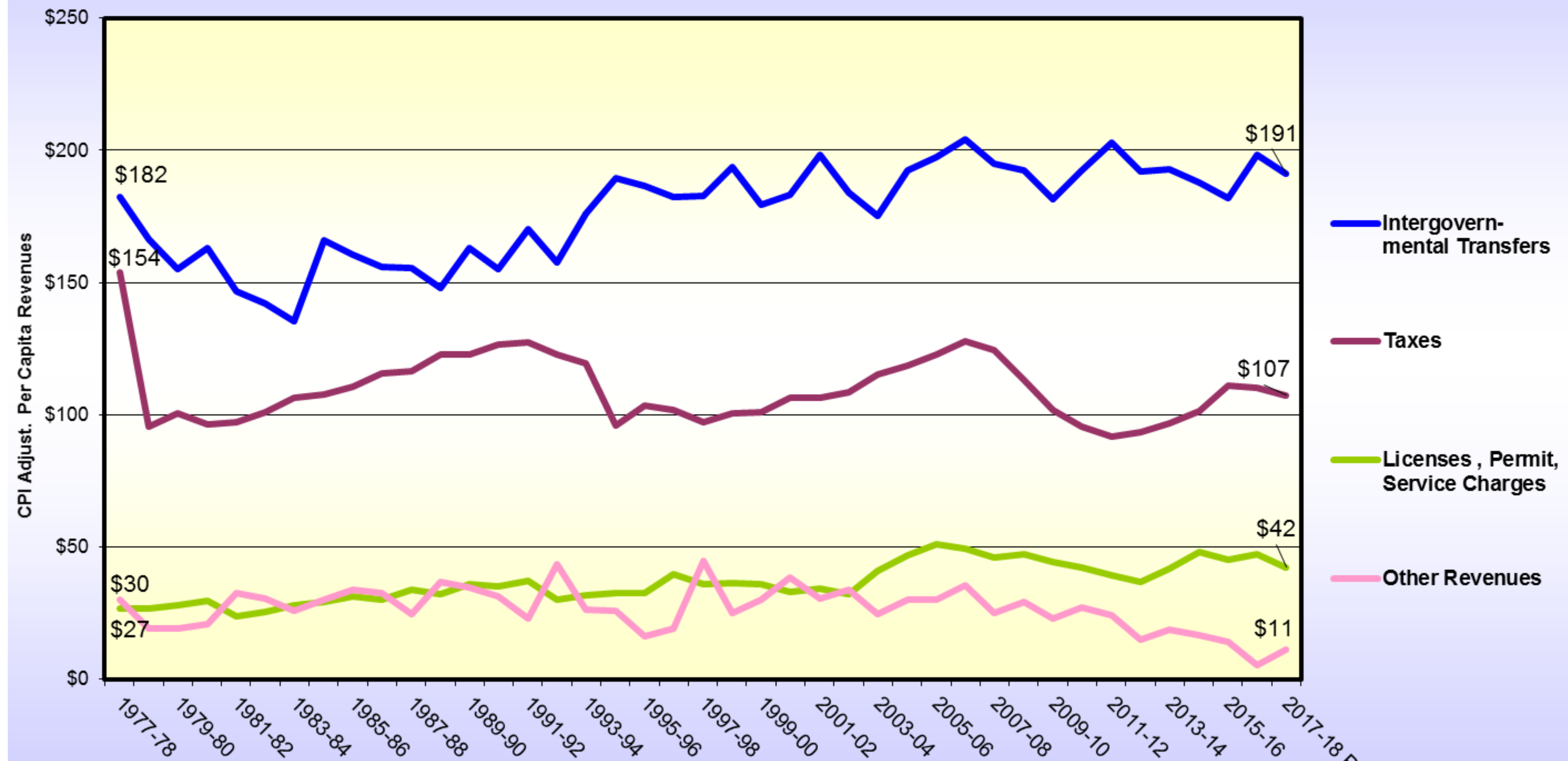


# FY 2017-18 Proposed Budget

## - Countywide Budget -

### PER CAPITA REVENUE

FY 1977-78 through FY 2017-18



Placer County revenues are by major type, on a per capita basis, and CPI adjusted from FY 1977-78 through FY 2020-21. County taxes have never returned to the 1977-78 pre-Proposition 13 level on a per capita, CPI adjusted basis.

Note: Public Safety Sales Tax is included in Intergovernmental Transfers

2017-18 Proposed Budget

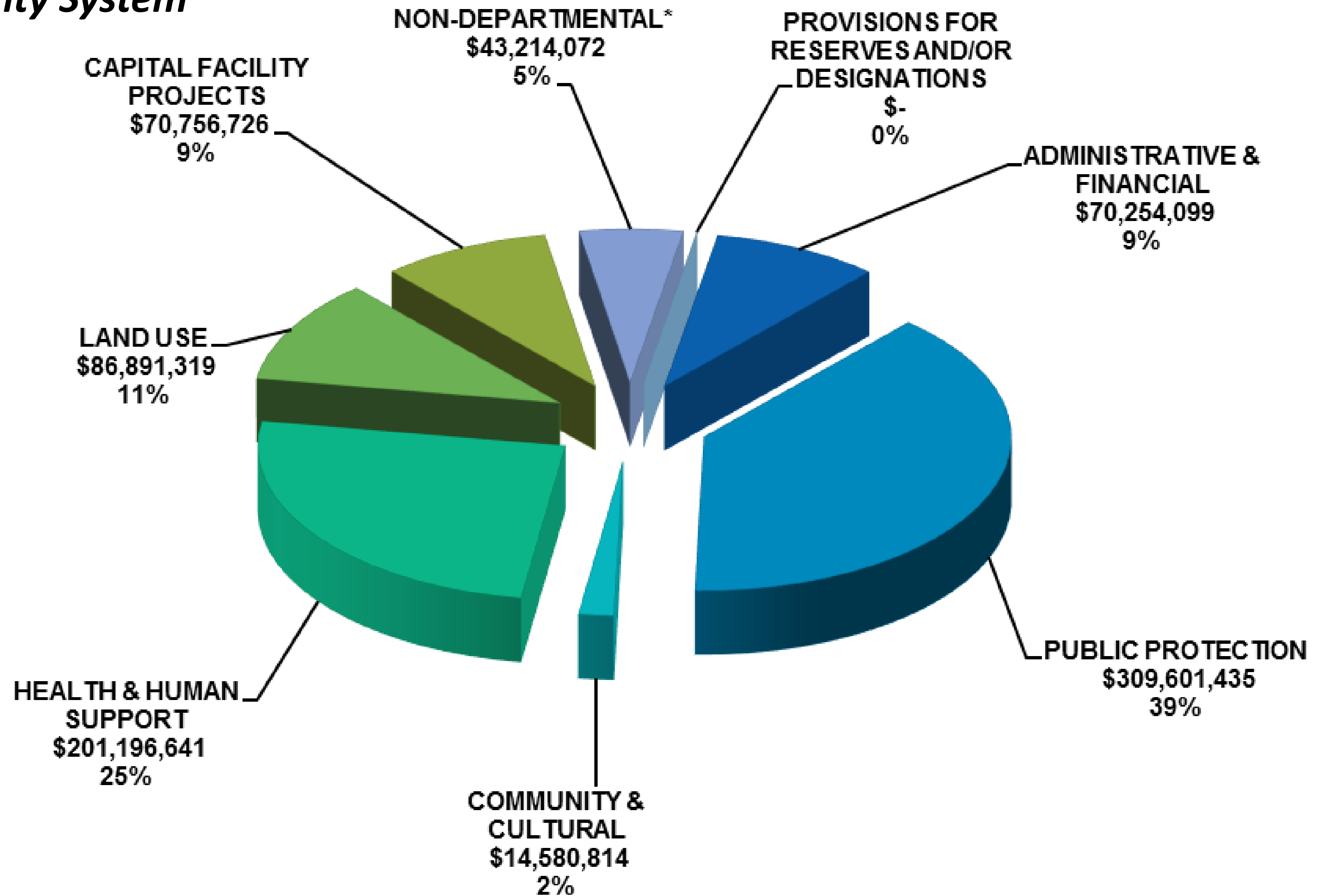


# FY 2017-18 Proposed Budget

## - Countywide Budget -

### *Expenditures by County System*

**\$796,495,106**

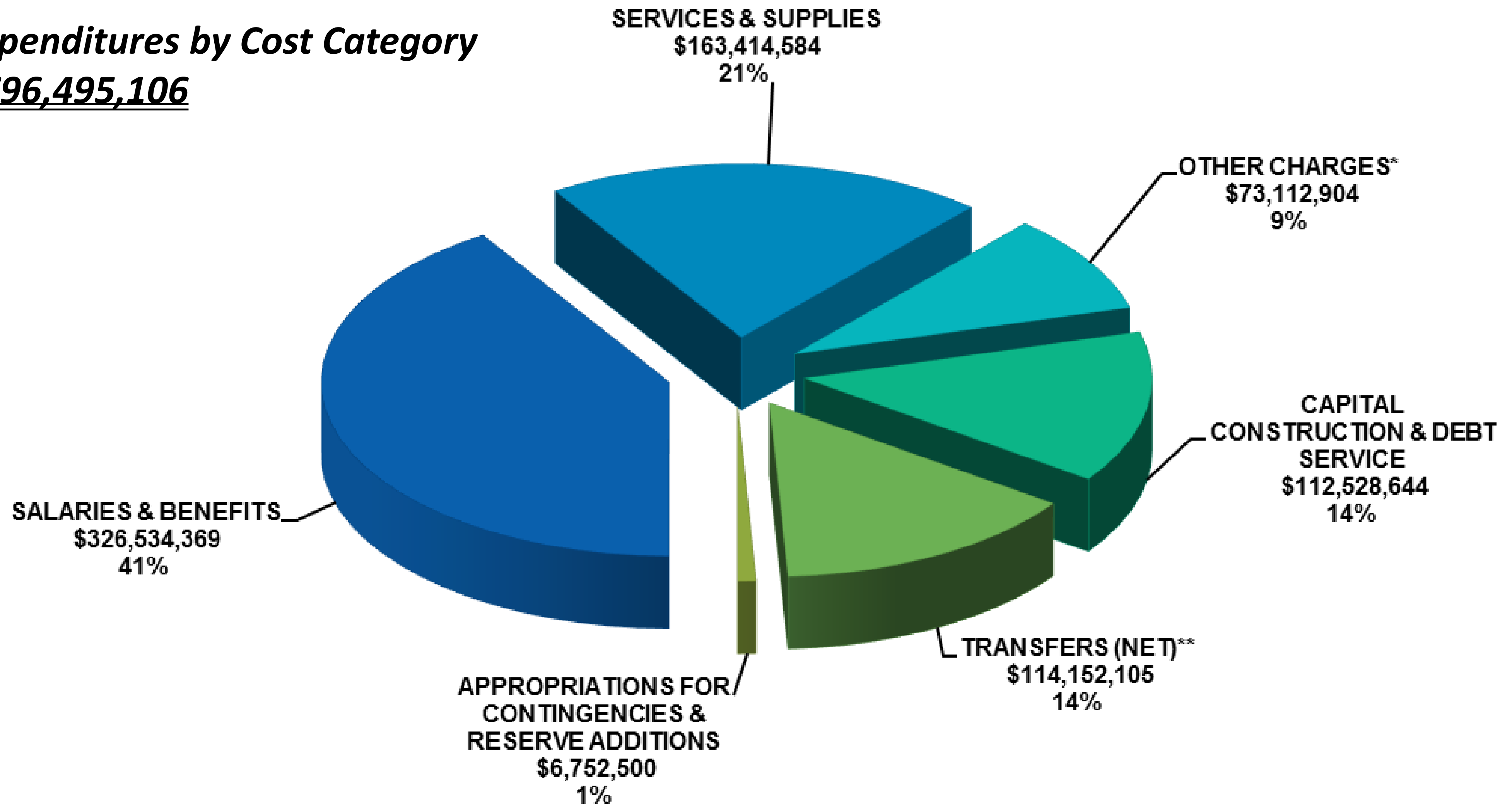




# FY 2017-18 Proposed Budget

## - Countywide Budget -

*Expenditures by Cost Category*  
**\$796,495,106**



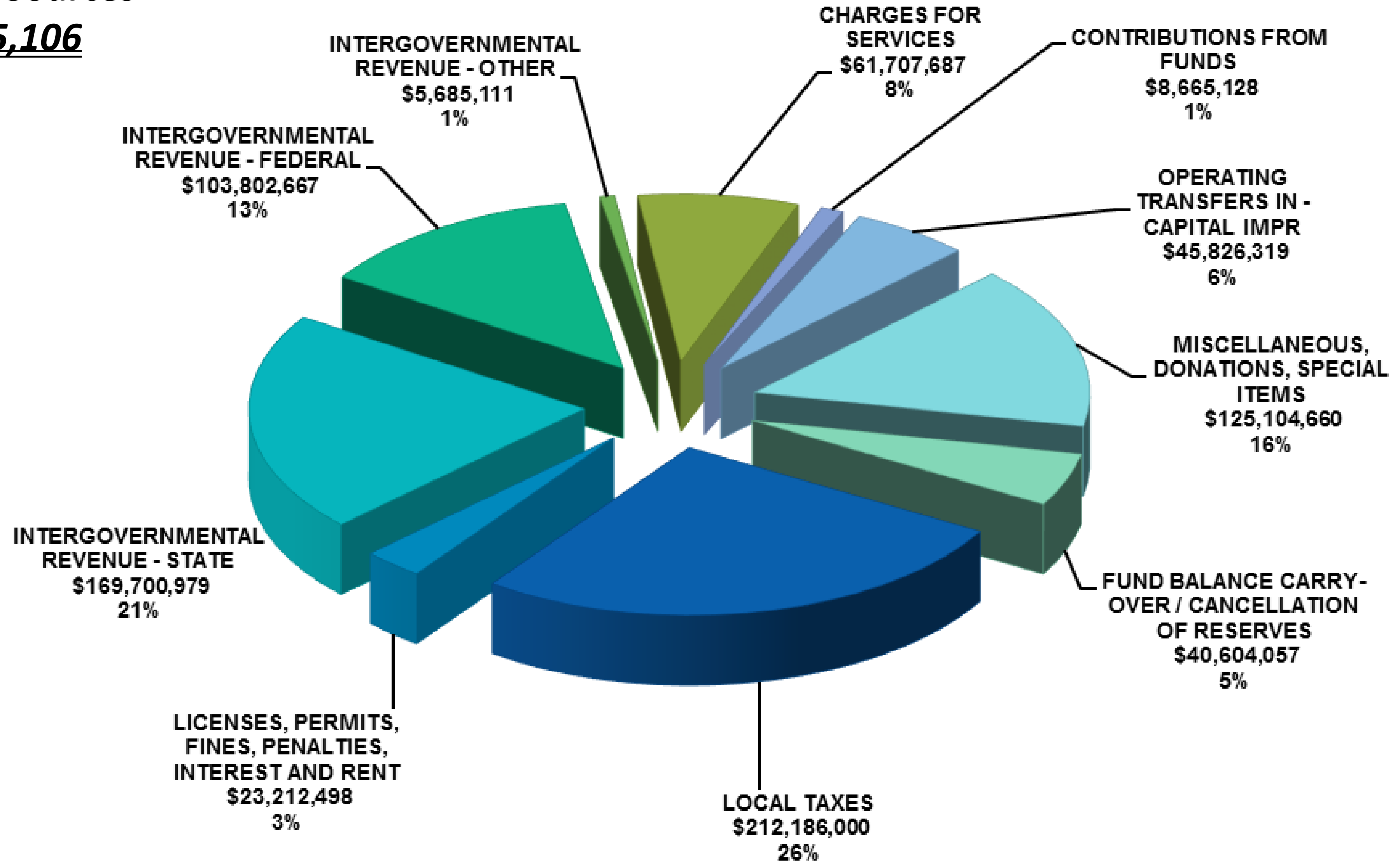


# FY 2017-18 Proposed Budget

## - Countywide Budget -

### Revenue Sources

**\$796,495,106**





# FY 2017-18 Proposed Budget

## - Countywide Budget -

### FY 2017-18 Recommended Funded Positions

Fund	Final Budget FY 2015-16	Proposed Budget FY 2016-17	# Change	% Change
<b>Operating Funds</b>				
General Fund (100)	1,347	1,332	(15)	-1.1%
Housing Authority Fund (103)	2	2	-	0.0%
Public Safety Fund (110)	819	821	2	0.2%
Public Ways & Facilities Fund (120)	113	109	(4)	-3.5%
Capital Projects Fund (140)	11	11	-	0.0%
County Library Fund (160)	43	51	8	18.6%
<b>Subtotal Funded Positions</b>	<b>2,335</b>	<b>2,326</b>	<b>(9)</b>	<b>-0.4%</b>
<b>Internal Service/Enterprise Funds</b>				
Central Services / Telecommunications / I.T.	90	92	2	2.2%
Risk Management (General Liability)	4	4	-	0.0%
Employee Benefits	21	22	1	4.8%
Environmental Utilities	62	62	-	0.0%
Food Services	13	-	(13)	-100.0%
Placer County Transit	27	27	-	0.0%
TART	23	24	1	4.3%
Building Maintenance	41	40	(1)	n/a
Fleet Operations	23	22	(1)	-4.3%
mPow er	14	13	(1)	-7.1%
<b>Subtotal Funded Positions</b>	<b>318</b>	<b>306</b>	<b>(12)</b>	<b>-3.8%</b>
<b>Total Funded Positions:</b>	<b>2,653</b>	<b>2,632</b>	<b>(21)</b>	<b>-0.8%</b>

### Countywide Allocations

FY 2016-17 – 2,899 FTE

FY 2017-18 – 2,894 FTE

### **Funded Position Changes**

<b>General Fund - Main Changes</b>	<b>FTE</b>
Administrative Services	1.0
Auditor Controller	1.0
Child Support Services	(1.0)
CDRA	5.0
County Counsel	2.0
CEO	2.0
HHS	(27.0)
Treasurer-Tax Collector	2.0
<b>Public Safety Fund – Main Changes</b>	<b>FTE</b>
District Attorney – Paralegal	1.0
Probation	1.0



# FY 2017-18 Proposed Budget

## - Special Districts Budget -

### Special Districts Proposed Budget

#### 163 Special Districts and County Service Area (CSA) Zones:

- Total Proposed Budget - \$35.3 million
  - Proposed Budget lower by \$28.8 million compared to FY 2016-17
  - Changes primarily due to timing / winding down of large capital projects
    - SMD #1 / SMD #3 – lower by \$24.8 million
- Final Budget technical adjustments typically reflect changes to reserves





# FY 2017-18 Proposed Budget

## - Countywide Budget -

### Additional Budget Development Considerations – Next Steps to Final Budget (Sept. 2017)

- Continued phased approach to Priority Based Budgeting
  - Integration of new county ERP system
  - Develop performance measures and tie program performance to cost
  - Refine countywide goals and tie them to departmental and program goals
- Countywide Budget, Finance and Capital Facilities Workshop
  - Update on financial modeling and forecasted budgetary considerations
  - Prioritize emerging issues and unfunded departmental supplemental requests
  - Propose plan to fund county facilities capital projects
- FY 2017-18 Final Budget Adjustments
  - Technical adjustments – updated cost distributions / capital project true-ups
  - Updated revenue projections
  - Carryover Fund Balance true-ups